

Client Enrichment Series

Welcome to today's presentation:

GSA's Lease Offer Platform
20 February 2020

The presentation will start at 2:00 pm Eastern

Note: Phones are automatically muted during the presentation. You have the ability to send questions to your fellow attendees and our presentation team via your Chat pane. Our team will answer as many of the questions as possible throughout and at the end of the presentation. All questions will be captured, and answers sent to all participants prior to the next presentation.



Our Presenters

GSA's Lease Offer Platform

20 February 2020

Hosted by:

James Fotopoulos Regional Planning Manager PBS Heartland Region, R6



James Fotopoulos

Presented by:

Sophie Holmes and Heather Weaver
Program Analysts
Center for Lease Applications and Analysis
PBS Office of Leasing



Sophie Holmes



Heather Weaver



Agenda

- Overview of GSA Leasing
- The Lease Offer Platform
 - The Requirement Specific Acquisition
 Platform
 - The Automated Advanced AcquisitionProgram



GSA Leasing



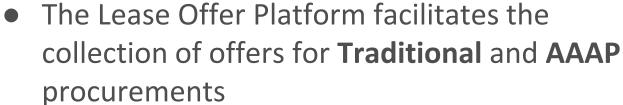
About the GSA Leasing Program

- GSA is the largest tenant in the U.S.
- 8,000+ leases nationwide
- ~192 million rentable square feet
- Over \$5.6B in annual rent
- AAA Credit Rating



About the GSA Leasing Program, con't

- Multiple lease procurement methods
 - o Traditional
 - Traditional broker
 - O AAAP





The Lease Offer Platform









GSA's Lease Offer Platform (LOP)



- Offerors respond to a specific space requirement
- Single award lease procurement tool
- Allows for negotiation and multiple iterations of offers
- Allows for any lease term



- Offerors respond to generic office space requirements
- Multiple award lease procurement tool
- Leverages competition and requires offerors to submit best and final proposals
- Only allows for lease terms of:
 - o 10 years, 8 years firm;
 - o 15 years, 13 years firm; and
 - o 17 years, 15 years firm



The Requirement Specific Acquisition Platform (RSAP)





GSA's Traditional Leasing Process

Advertisement

GSA advertises the upcoming requirement for leased space.

Market survey

GSA conducts a market survey to identify properties that meet the agency's requirements.

Request for lease proposal

GSA sends the request package to all prospective bidders identified during the market survey, and building owners submit bids.

Negotiation and evaluation

GSA internally establishes acceptable ranges for rent rates and costs for tenant improvements, and conducts negotiations with potential lessors who have bid within the competitive range. After negotiating with the bidders, GSA requests that each submit a "best and final offer."

Final evaluation and award

GSA reviews and evaluates the final offers and makes an award determination.

Contract execution

GSA sends the lease document to the winning bidder for signature, and negotiates the final space design with the tenant agency and the lessor.

Build-out and acceptance

The lessor completes the build-out of the space in accordance with the negotiated design and the requirements of the lease, and GSA inspects and accepts the space when complete.





What is the RSAP?

- An online tool that facilitates:
 - Data gathering
 - Form population
 - Present value analysis of offers
 - Iterative offer collection resulting from negotiations
- Currently used for "Global Lease" procurements
- Intention is to accommodate additional lease types in the future



Will RSAP Projects be Conducted Differently?

- No program changes
- The LCO on the project will determine how offers will be collected
- A procurement that collects offers via the RSAP will follow the same process that you are used to with an LCO or broker
- Client agencies do not interact with the platform



What Benefits Does the RSAP Provide?

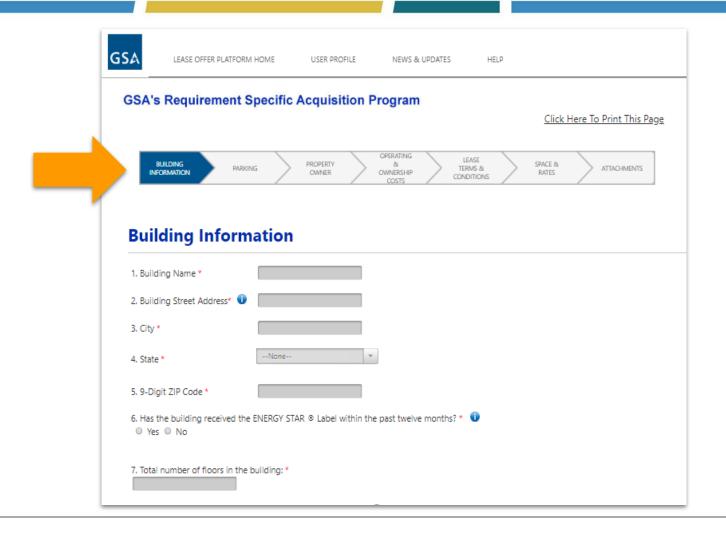
RSAP is positioned to reduce the cycle time for lease acquisition. This is achieved by reducing the:

- Common errors in paper-based submissions
- Administrative burden associated with making and processing offers
- Operational costs (time & money) of utilizing paper-based submission methods





The RSAP Workflow – Building Information





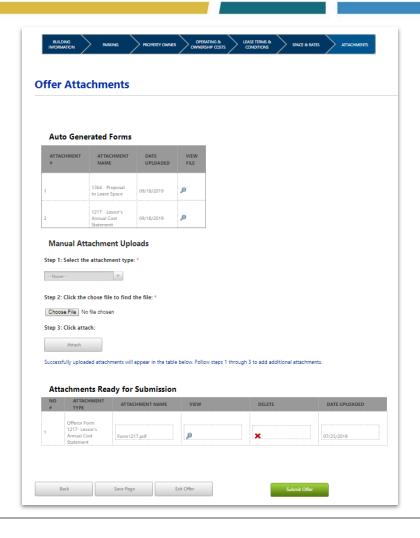
Auto-Generated Offer Forms

Operating Costs The worksheet on this page generates a GSA Form 1217, Lessor's Annual Cost Statement, which becomes an offer document upon submission of your final offer proposal. The column on the left for 'Entire Building' represents the total annual amounts for the entire building. The column on the right for 'Govt Leased Areas' represents the total annual amounts for the portion of the building offered to the Government for Lease. The total square feet of space offered to the Government will be defined in the next few pages of the process. Section I: Estimated Annual Cost of Services and Utilities Furnished By Lessor As Part of Rental Consideration For Entire Building For Govt Leased Areas A. Cleaning, Janitor and/or Char Service \$ 100,000.00 1. Salaries \$ 10,000.00 \$ 0.00 \$ 0.00 2. Supplies (wax, cleaners, cloths, etc.) 3. Contract Services (windows washing, waste and snow \$ 10,000.00 \$ 1,000.00 B. Heating \$ 200,000.00 4. Salaries \$ 20,000.00

LESSOR'S ANNUAL COST STATEMENT Important - Read attached "Instructions"				OMB Control Number: 3090-0086 Expiration Date: 11/30/2019	
Pofea	rapenwork Reduction Act Statement - This information collection rapenwork Reduction Act of 1995. You do not need to answer II ontifor lumber. The OMB control number for this collection is 3 acts, and answer the questions. Send only comments relating to appects of this collection of information to: U.S. General Service Yashington, DC. 20465.	hese questions unless we 090-0086. We estimate the o our time estimate, include	display a valid Office of Manageme at it will take 2 hours to read the ins ling suggestions for reducing this bu	nt and Budget (OMB) tructions, gather the rden, or any other	
1. F	Request for Lease Proposals (RLP) 91N2256	2. 8		2. Statement Date	
3. F	Rental Area (Square Feet) 3A. Entire 100	Building 1000	3B. Leased by 0 12000	3B. Leased by Government 12000	
	Washington, District of Columbia 20405 SECTION I - ESTIMATED AN FURNISHED BY LESSOR				
	SERVICES AND UTILITIES	LESSOR'S	LESSOR'S ANNUAL COST FOR		
SERVICES AND CILLIES		(a) Entire Building	(b) Government-Leased Area	USE ONLY	
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(6. Supplies (Wax, cleaners, cloths, etc.)	\$0.00	\$0.00		
Contract Services (Window washing, waste and snow removal)		\$10,000.00	\$1,000.00		
	HEATING				
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The RSAP Workflow – Offer Attachments





Help Resources Available

- The RSAP team at GSA:
 - Handles all questions about the platform
 - Addresses any technical issues that arise
- Help documents are available to all offerors on our website
- Help videos will be available soon

RSAP Help Documents/Videos and Frequently Asked Questions

Registration

How to Register for Lease Offer Platform

RSAP Overview:

How to Create and Submit an Offer Questions and Helper Text

RSAP Video Tutorials:

Coming Soon...

Browse RSAP FAQ

GSA Leasing Video Tutorials:

"Breaking Down the Rates" - Intro Video

- Shell Rent
- Base Operating Rent
- Tenant Improvement Rent
- Building Specific Amortized Capital Rent



Key RSAP Takeaways

- Our client agencies should notice the schedule efficiencies
- Lease Contracting Officers (LCOs) define which projects collect offers via the RSAP and clearly identify those procurements in their solicitations
- RSAP is used to collect initial, revised, and final proposals
 - The RSAP workflow inputs auto-populate GSA Forms 1217 and 1364
 - Offer attachments are also collected via the RSAP (Floorplan, FPLS, etc.)
- RSAP improves the exchange of offer information, reduces offeror errors and omissions, and ultimately creates more efficiency in our leasing processes



Questions?



The Automated Advanced Acquisition Program (AAAP)





AAAP is a Unique Program



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Owners submit bids

Interested building owners file offers for their available space to GSA's database.

Advertisement

GSA posts a project-specific advertisement and performs outreach so building owners have an opportunity to submit or refine offers.

Evaluation

GSA evaluates all of the offers in its database and selects the lowest priced offer that meets the space requirements.

Award

GSA performs due diligence on the selected offer and prepares a final, non-negotiable lease for the winning bidder.

Contract execution

The winning bidder signs the lease, and GSA negotiates the final space design with the tenant agency and the lessor.

Build-out and acceptance

The lessor completes the build-out of the space in accordance with the negotiated design and the requirements of the lease, and GSA inspects and accepts the space when complete.



Other Unique AAAP Processes...

- Advanced RLP Development
- Advanced Collection of Offers
 - Leverage Competition by requiring offerors to submit final proposals
 - "Submitted offers in the AAAP Application at the end of the Open Period shall be considered 'final proposal revisions' by the Government." (RLP Section 3.02)
 - "The Government intends to evaluate proposals and award a lease without discussions with offerors, except clarifications as described in FAR 15.306a. Therefore, the offeror's initial proposal should contain the offeror's best terms from a cost or price and technical standpoint." (Solicitation Provisions, Alternate II)



Other Unique AAAP Processes...Project Specific

- Advanced RLP Development
- Advanced Collection of Offers
- Project Specific Advertisement
 - Your delineated area
 - The range of ABOA square feet needed
 - The Tenant Improvement Allowance and Building Specific
 Amortized Capital needed for both new and incumbent offers
 - Can include your Go/No-Go Criteria



Other Unique AAAP Processes...Present Value

- Advanced RLP Development
- Advanced Collection of Offers
- Project Specific Advertisement
- Automated present value evaluation to identify lowest price offer



Other Unique AAAP Processes...Due Diligence

- Advanced RLP Development
- Advanced Collection of Offers
- Project Specific Advertisement
- Automated present value evaluation to identify lowest price offer
- Streamlined Due Diligence process



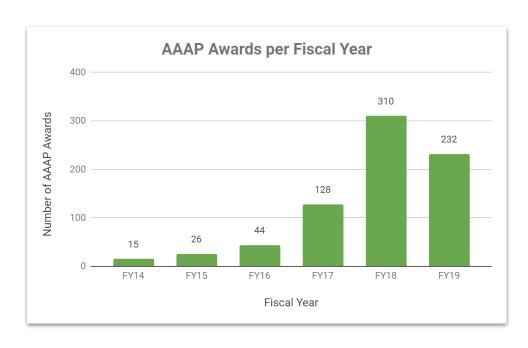
Other Unique AAAP Processes...Tours

- Single Building Tour
- Multiple Building Tour
- Leasing Desk Guide 22



Why are we using the AAAP?

- Traditional (in-house) RSAP option
- Traditional (broker) RSAP option
- AAAP





Finding the Right Fit

- Is it the AAAP or something else?
 - Restrictive delineated area
 - Inventory doesn't exist to meet certain elements of your requirement
 - Consider changing something to enhance competition or fit with the market
- How will shifting procurement methods change the outcome?



AAAP Benefits

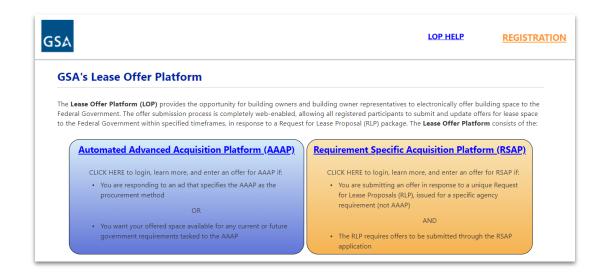
- Reduced Lease Cycle Time
- Streamlined Procurement Planning
- Improved Supply
- Competitive Pricing
- Improved Customer Satisfaction
 - On scope
 - o On time
 - On budget
- Efficient Interaction with GSA



LOP: AAAP & RSAP Resources

Our website: lop.gsa.gov

Our email: lop.manager@gsa.gov



lop.gsa.gov



Thank you for joining us today for a discussion on GSA's Lease Offer Platform



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Questions/Comments





Join us for our upcoming Virtual CES sessions

eRETA Digest

Tuesday, March 10th 2020 1pm-2:30pm Eastern Register Now!

Exploring the Capital Planning and Budgeting Process

Thursday, March 19th 2020 1p-2:30pm Eastern Register Now!

SAVE THE DATE!!!

PBS Customer Forum June 25, 2020 @ GSA Headquarters Washington, DC

PBS Customer Forum 2020





Bookmark and binge watch all your favorite CES sessions!